Please amend the application as follows:

In the Claims

Please cancel Claims 22, 32 and 45.

Please amend Claims 1, 2, 6, 7, 9-21, 23, 25, 26, 28-30, 33-35, 38, 39, 41-43 and 46.

Amendments to the claims are indicated in the attached "Marked Up Version of Amendments" (pages i - v).

1. (Amended) A portable communications device comprising:

a wireless transceiver that receives audio and image data;

a light source having a plurality of light emitting diode (LED) devices;

a liquid crystal display panel optically coupled to the light source for rendering a viewable image from the image data;

a lens optically coupled to the display panel; and

a sequential color circuit coupled to the display panel and the light source such that the light source generates a plurality of colors in sequence.

- 2. (Amended) The device of Claim 1 wherein the light source comprises red, green, and blue LEDs.
- 6. (Amended) The device of Claim 1 wherein the lens magnifies the image on the display panel.

7. (Amended) The device of Claim 1 wherein the display panel comprises an active matrix circuit.

9. (Amended) The device of Claim 1 wherein the light source comprises a plurality of red, a plurality of green, and a plurality of blue LEDs.

- 10. (Amended) The device of Claim 1 wherein the display panel and the sequential color circuit are positioned in a display module housing that is attached to a transceiver housing.
- 11. (Amended) The device of Claim 1 further comprising a head-mountable mechanism.
- 12. (Amended) The device of Claim 1 further comprising a control processor coupled to the sequential color circuit.
- 13. (Amended) The device of Claim 12 further comprising a memory coupled to the control processor.
- 14. (Amended) The device of Claim 1 wherein the display panel comprises an active matrix circuit bonded to a transmissive substrate.
- 15. (Amended) A method of displaying images with a portable communications device comprising:

receiving audio and image data with a wireless transceiver;

with a liquid crystal matrix display panel, generating a plurality of image subframes for each color image frame, each subframe representing a different color;

coupling a lens to the matrix display panel;

rendering an image for each subframe in temporal sequence on the matrix display panel; and

illuminating the matrix display panel by a plurality of light emitting diode (LED) devices to display a color image frame that is viewable through the lens.

16. (Amended) The method of Claim 15 further comprising enclosing the transceiver in a portable telephone housing.

- 17. (Amended) The method of Claim 16 further comprising pivotably coupling a display housing to the telephone housing, wherein the matrix display panel is enclosed by the display housing.
- 18. (Amended) The method of Claim 15 wherein the matrix display panel includes an active matrix circuit.
- 19. (Amended) The method of Claim 15 wherein the LEDs for illuminating the display are a backlight.

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20. (Amended) A portable communications device comprising:

a wireless telephone transceiver that receives image data;

an audio transducer;

a light source having a plurality of light emitting diode (LED) devices;

- a liquid crystal display panel optically coupled to the light source;
- a lens for viewing images rendered on the display panel; and

a sequential color circuit coupled to the display panel and the light source such that the light source generates a plurality of colors in sequence.

21. (Amended) The device of Claim 20 wherein the light source comprises red, green, and blue LEDs.

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23. (Amended) The device of Claim 20 further comprising a reflector around the LEDs.

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- 25. (Amended) The device of Claim 20 wherein the a lens magnifies the rendered image on the liquid crystal display panel.
- 26. (Amended) The device of Claim 20 wherein the display panel comprises an active matrix circuit.

- 28. (Amended) The device of Claim 20 wherein the light source comprises a plurality of red, a plurality of green, and a plurality of blue LEDs.
- (Amended) The device of Claim 20 wherein the display panel and the sequential color circuit are positioned in a display module housing that is attached to a transceiver housing.
 - 30. (Amended) The device of Claim 20 further comprising a head-mountable mechanism.
 - 33. (Amended) The device of Claim 23 wherein the display panel comprises an active matrix circuit bonded to a transmissive substrate.
 - 34. (Amended) A wireless telephone comprising:
 - a telephone housing;
 - a wireless transceiver within the housing that receives audio and image data;
 - a light source having a plurality of light emitting diode (LED) devices;
 - a liquid crystal display panel optically coupled to a light source;
 - a lens for viewing images rendered on the display panel;
 - a display module housing attached to the telephone housing, the display panel, light source and lens being mounted in the display module housing; and
 - a sequential color circuit to the display panel and the light source such that the light source generates a plurality of colors in sequence.
 - 35. (Amended) The device of Claim 34 wherein the light source comprises red, green, and blue LEDs.
 - 38. (Amended) The device of Claim 34 wherein the lens magnifies the rendered image.
 - 39. (Amended) The device of Claim 34 wherein the display panel comprises an active matrix circuit.